RESEIVED

## BEFORE THE POSTAL RATE COMMISSION WASHINGTON, D.C. 20268-0001

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BOSTAL RATE COMMISSION
OFFICE OF THE SECRETARY

PERIODICALS CLASSIFICATION CHANGE, 1999

Docket No. MC99-3

## OF FILING OF LIBRARY REFERENCE 1 (April 29, 1999)

The United States Postal Service hereby provides notice that it is today filing the following library reference:

USPS-LR-1/MC99-3: Revenue Impact Ceiling for Periodicals Rate Anomaly.

Much of the information in this library reference was previously provided to the Office of the Consumer Advocate (OCA), in response to informal discovery. The OCA has requested that this information be made available to the Commission and all participants in this proceeding.

On page 5 of his testimony (USPS-T-1), witness Taufique provides a "reasonable ceiling" of \$5 million for the revenue impact when Nonprofit and Classroom mailers use Regular rates, rather than the preferred rates assumed in the Commission's estimate of Periodicals revenue in Docket No. R97-1. As witness Taufique suggests on page 5 of his testimony, this revenue impact might result from preferred mailers becoming Regular mailers, absent the Postal Service's proposed classification change. Thus, witness Taufique considers the revenue impact of the proposed change to be minimal.

In response to the OCA's request, however, the Postal Service is providing additional information, in library reference MC99-3/1, about the \$5 million ceiling mentioned by witness Taufique.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr. Chief Counsel, Ratemaking

David H. Rubin

## **CERTIFICATE OF SERVICE**

I hereby certify that I have this day served the foregoing document upon all participants of record in this proceeding in accordance with section 12 of the Rules of Practice.

David H. Rubin

475 L'Enfant Plaza West, S.W. Washington, D.C. 20260–1137 April 29, 1999